

CORPORATION IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING \$500.

REVISOR'S NOTE: This section synthesises without substantive change Art. 23, §§ 5(b) and 5(c).

The only changes are in style.

1-405. FORFEITURE OF CHARTER, REVOCATION OF PERMIT OR INJUNCTION AGAINST BUSINESS OTHER THAN CORPORATION FOR ILLEGAL CONDUCT CONNECTED WITH ORGANIZED CRIME.

(A) DEFINITION.

IN THIS SECTION, "ORGANIZED CRIME" MEANS ANY COMBINATION OR CONSPIRACY:

(1) TO ENGAGE IN CRIMINAL ACTIVITY AS A SIGNIFICANT SOURCE OF INCOME OR LIVELIHOOD; OR

(2) TO VIOLATE, AID, OR ABET THE VIOLATION OF CRIMINAL LAWS RELATING TO PROSTITUTION, GAMBLING, LOAN SHARKING, DRUG ABUSE, ILLEGAL DRUG DISTRIBUTION, COUNTERFEITING, EXTORTION, OR CORRUPTION OF LAW-ENFORCEMENT OFFICERS OR OTHER PUBLIC OFFICERS OR EMPLOYEES.

(B) PROCEEDING TO FORFEIT CHARTER OF MARYLAND CORPORATION OR TO REVOKE PERMIT OF FOREIGN CORPORATION.

THE ATTORNEY GENERAL MAY INSTITUTE A CIVIL PROCEEDING IN THE COURTS TO FORFEIT THE CHARTER OF ANY MARYLAND CORPORATION AND TO REVOKE THE AUTHORITY OF ANY FOREIGN CORPORATION TO DO BUSINESS IN THIS STATE, IF:

(1) (I) A CORPORATE OFFICER OR ANY PERSON CONTROLLING THE MANAGEMENT OR OPERATION OF THE CORPORATION, WITH THE KNOWLEDGE OF THE PRESIDENT AND A MAJORITY OF THE BOARD OF DIRECTORS OR UNDER CIRCUMSTANCES WHERE THE PRESIDENT AND A MAJORITY OF THE DIRECTORS SHOULD HAVE KNOWLEDGE, IS A PERSON ENGAGED IN ORGANIZED CRIME OR CONNECTED DIRECTLY OR INDIRECTLY WITH AN ORGANIZATION OR CRIMINAL SOCIETY ENGAGED IN ORGANIZED CRIME; OR

(II) A DIRECTOR, OFFICER, EMPLOYEE, AGENT, OR STOCKHOLDER ACTING FOR, THROUGH, OR ON BEHALF OF A CORPORATION IN CONDUCTING ITS AFFAIRS PURPOSELY ENGAGES IN A PERSISTENT COURSE OF ORGANIZED CRIME OR OTHER CRIMINAL CONDUCT WITH THE KNOWLEDGE OF THE PRESIDENT AND A MAJORITY OF THE BOARD OF DIRECTORS OR UNDER CIRCUMSTANCES WHERE THE PRESIDENT AND A MAJORITY OF THE DIRECTORS SHOULD HAVE KNOWLEDGE, WITH THE INTENT TO COMPEL OR INDUCE ANY PERSON TO DEAL WITH THE CORPORATION